



# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt  
Governor  
Kathleen Clarke  
Executive Director  
Lowell P. Braxton  
Division Director

1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
801-538-5340  
801-359-3940 (Fax)  
801-538-7223 (TDD)

June 28, 2000

Mike Caruso  
HC 65, Box 221  
Pipe Springs, Arizona 86022

Re: Transfer of Caruso Mine from Joe's Rock Shop to Mike Caruso and Loy Crapo, Caruso Mine, S/025/007, Kane County, Utah

Dear Mr. Caruso:

After a June 13, 2000, site inspection wherein you and Loy Crapo accompanied me and Will Stokes of School and Institutional Trust Lands Administration (SITLA), it was determined that this project located on SITLA managed lands under ML 27618 and 26996 in Section 36, T40S, R8W, Kane County would be transferred from Joe's Rock Shop to you and Loy Crapo. Both you and Mr. Crapo will have 50% responsibility for the continued mining and reclamation of all new and existing disturbance on these shared leases. The mining and reclamation of all existing and new disturbance on ML 41354 located in Section 2, T41S, R8W, Kane County will be solely your responsibility.

We have enclosed a partially completed transfer form for this purpose. Please check the document for accuracy then complete the transfer form which shows Joe's Rock Shop as the "Current Operator." Please have the executor of Joe's Rock Shop sign and complete this section. Pages two and three are the signature pages for the "New Operators." Both you and Mr. Crapo will need to complete your respective pages, and have the pages notarized. When this transfer form is completed, please return it to me so I can forward it to our Division Director for final approval. We will then assign the current Caruso Mine permit number S/025/007 to you and assign a new permit number to Loy Crapo, holding each of you 50 percent responsible for any new and existing disturbances on your shared leases (ML 27618 and 26996). At that time, we will send all parties copies of the finalized and executed form.

As you may be aware, we did not receive a permit fee for the Caruso Mine during 1999. Therefore, that permit fee was sent to the Office of Debt Collection (ODC) in April. The 1999-2000 fiscal year payment will have to be made directly to ODC along with any outstanding interest, penalties, etc. they may assess. You will need to submit \$100.00 permit fee along with the completed transfer form for the 2000-2001 fiscal year in order to finalize the transfer of this project (billing statement enclosed). Please be advised that a billing statement was sent to Joe's Rock Shop on June 28, 2000. Mr. Crapo submitted a notice and his permit fee, which will be applied to the new file number that will be assigned to him.

Page 2  
Mike Caruso  
M/025/007  
July 5, 2000

Thank you for your help in completing this transaction. This transfer will take the place of the three separate notices you submitted in May for ML 27618, ML 26996, and ML 41354, and the notice Mr. Crapo submitted in July for ML 27618 and 26996. If you have any questions or concerns regarding this letter or the transfer form, please contact me at (801) 538-5321 or my supervisor D. Wayne Hedberg at 538-5286.

Sincerely,

A handwritten signature in black ink that reads "Tom Munson". The signature is written in a cursive, flowing style.

Tom Munson  
Senior Reclamation Specialist

jb  
Enclosure: Partially completed transfer form, billing statement  
cc: Marie Caruso, Joe's Rock Shop w/encl  
Loy Crapo, w/encl  
Will Stokes, SITLA w/encl  
caruso-crapo-trs-ltr



# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt  
Governor  
Kathleen Clarke  
Executive Director  
Lowell P. Braxton  
Division Director

1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
801-538-5340  
801-359-3940 (Fax)  
801-538-7223 (TDD)

JOE'S ROCK SHOP  
PO BOX 116  
SOUTH HIGHWAY 89  
ORDERVILLE UT 84758

**ATTENTION: NIKKI OR KEN CARUSO**

## ANNUAL PERMIT FEE

Annual Permit Fees (July 1999 thru June 2000)

<b>PROJECT NAME</b>	<b>PROJECT ID</b>	<b>ACRES</b>	<b>BILLING DATE</b>
CARUSO MINE PROJECT/&S/025/011	S250007	NA	06/30/2000
<b>PERMIT TYPE</b>	<b>PROJECT STATUS</b>	<b>ANNUAL FEE</b>	
SMALL MINING OPERATION < 5 ACRES	INACTIVE	\$ 100	

<b>DUE DATE</b>	<b>AMOUNT DUE</b>
07/05/2000	\$ 100

**Please see enclosed instructions for payment.**

*Please retain this portion for your records. For billing information call (801) 538-5291*

***This portion MUST be returned with your payment to ensure proper credit. THANK YOU***

<b>ACCOUNT BILLED</b>			<b>PROJECT NAME</b>		<b>PROJECT ID</b>
JOE'S ROCK SHOP			CARUSO MINE PROJECT/&S/025/011		S250007
<b>DUE DATE</b>	<b>ANNUAL FEE</b>	<b>AMOUNT DUE</b>	<input type="checkbox"/> <b>FEE NOT ENCLOSED</b>		
07/05/2000	\$ 100	\$ 100	Permittee requests an inspection to close out this permit.		
<b>TAX ID OR SOCIAL SECURITY #</b>			<b>Change of Address</b>		
			Contact _____		
			Address _____		
			_____		
			State _____ Zip _____		
			Phone _____		

DIVISION OF OIL GAS AND MINING  
1594 WEST NORTH TEMPLE SUITE 1210  
PO BOX 145801  
SALT LAKE CITY UT 84114-5801

**Please make check payable to:**  
**Division of Oil, Gas and Mining**

UTAH STATE DEPARTMENT OF NATURAL RESOURCES

**Division of Oil, Gas and Mining**  
1594 West North Temple Suite 1210  
Box 145801  
Salt Lake City, Utah 84114-5801  
Telephone: (801) 538-5291  
Fax: (801) 359-3940  
\*\*\*\*\*

UTAH MINED LAND RECLAMATION ACT, Chapter 8, Title 40

Utah code Annotated Amended 1987

\*\*\*\*\*

**TRANSFER OF NOTICE OF INTENTION**

**Small Mining Operations**

\*\*\*\*\*

SMALL MINING OPERATION

Name of Claim/Mine: Caruso Mine

File Number as Assigned by DOGM (Original Notice): S / 025 / 007

Legal Description (Location of Lands Affected):

<u>NW NW</u> 1/4 1/4 1/4	<u>36</u> Section	<u>40 S</u> Township	<u>8W</u> Range	<u>Kane</u> County	<u>ML 27618</u> Lease #
<u>NE NE</u> 1/4 1/4 1/4	<u>36</u> Section	<u>40 S</u> Township	<u>8W</u> Range	<u>Kane</u> County	<u>ML 26996</u> Lease #
<u>SW NW</u> 1/4 1/4 1/4	<u>02</u> Section	<u>41S</u> Township	<u>8W</u> Range	<u>Kane</u> County	<u>ML 41354</u> Lease #

I hereby transfer the notice of intention and the reclamation obligation for the  
aforementioned small mining operation to the following new operator(s) to be held jointly and  
severably responsible for the continued mining and reclamation of this mining project.

**CURRENT OPERATOR (Transferor)**

Name of Company/Operator: Joe's Rock Shop

Address: South Highway 89, P.O. Box 111

City: Orderville State: UT Zip Code: 84758

Telephone Number: (435) 648-2737

Signature: \_\_\_\_\_

Name (Type or Print) \_\_\_\_\_

Title/Position: \_\_\_\_\_

Date: \_\_\_\_\_

I, Joseph M. Caruso, attest that I have 50% ownership and my partner (Loy Crapo) has 50% ownership in this mining operation located on State lands under ML 27618 and ML 26996. I also attest that I own 50% of ML 41354, but I will be solely responsible for all mining and reclamation under this mineral lease. I hereby commit to conduct mining operations and to reclaim the aforementioned small mining operation as required by the Utah Mined Land Reclamation Act (40-8) and rules specified by the Board of Oil, Gas and Mining. An accurate map of the current disturbed area is attached outlining all disturbed area(s). The disturbed area (is, will be) marked on the ground with metal t-posts or other markings of equal effectiveness.

**NEW OPERATOR (Transferee)**

Name of Company/Operator: Joseph M. Caruso

Address: HC 65 Box 221

City: Pipe Springs State: AZ Zip Code: 86022

Telephone Number: (520) 643-6061

\_\_\_\_\_  
Signature (New Operator)

Joseph M. Caruso  
Name (Type or Print)

\_\_\_\_\_  
Title/Position

Subscribed and sworn before me this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

\_\_\_\_\_  
Notary Public

My Commission Expires:

\_\_\_\_\_, 20\_\_\_\_.

State of \_\_\_\_\_ )  
County of \_\_\_\_\_ ) ss.

and

I, Loy D. Crapo, attest that I have 50% ownership and my partner (Joseph M. (Mike) Caruso) has 50% ownership in this mining operation located on State lands under ML 27618 and ML 26996. I hereby commit to conduct mining operations and to reclaim the aforementioned small mining operation as required by the Utah Mined Land Reclamation Act (40-8) and rules specified by the Board of Oil, Gas and Mining. An accurate map of the current disturbed area is attached outlining all disturbed area(s). The disturbed area (is, will be) marked on the ground with metal t-posts or other markings of equal effectiveness.

**NEW OPERATOR (Transferee)**

Name of Company/Operator: Loy D. Crapo

Address: 350 East 300 South, P.O. Box 1113

City: Delta State: UT Zip Code: 84624

Telephone Number: (435) 864-2402

\_\_\_\_\_  
Signature (New Operator)

Loy D. Crapo  
\_\_\_\_\_  
Name (Type or Print)

\_\_\_\_\_  
Title/Position

Subscribed and sworn before me this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

\_\_\_\_\_  
Notary Public

My Commission Expires:

\_\_\_\_\_, 20\_\_\_\_.

State of \_\_\_\_\_ )  
County of \_\_\_\_\_ ) ss.

## DIVISION APPROVAL CERTIFICATION

This is to certify that I have examined this application for transfer of the aforementioned small mining operation and do hereby grant approval of the same, subject to the following limitations:

- (a) This transfer of notice of intention grants only the right to affect the lands as legally described in this application.
- (b) The transferee, or such other person as required by UCA 1953, Title 40-8, as amended, has acquired the legal right to enter and mine the lands described in this application.

### COMMENTS:

*This transfer binds the two new operators, Joseph M. Caruso and Loy D. Crapo, both jointly and severally responsible for the continued mining and reclamation of this mining operations on state lease ML 27618 and ML 26996 located in Section 36, T40S, R8W.*

*Joseph M. Caruso will be solely responsible for continued mining and reclamation under ML 41354 located in Section 2, T41S, R8W.*

APPROVED BY:

---

Lowell P. Braxton, Director  
Division of Oil, Gas and Mining

Effective Date: \_\_\_\_\_

caruso/crapo-trs